GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4560
ANSWERED ON:23.12.2005
PROPOSALS FROM KARNATAKA
Saradgi Shri Iqbal Ahmed

Will the Minister of FINANCE be pleased to state:

(a) whether Government of Karnataka has forwarded proposals to the Ministry regarding funding by JBIC for Cauvery Water Supply Scheme, Stage.IV, Phase-II, Sanction of slum improvement and rehabilitation Projects in 21 cities in Karnataka seeking financial assistance from JBIC ;

(b) if so, the action taken thereon by the Union Government;

(c) the details of the allocation sought by the State Government; and

(d) the time by when these proposals are likely to be cleared ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S. S. PALANIMANICKAM)

(a) Yes, Sir.

(b) to (d) `Cauvery Water Supply Scheme Stage.IV, Phase-II` was posed to Government of Japan at an estimated cost of Rs.3384-crores for JBIC ODA loan package 2004. One part of this proposal was taken up by JBIC in the name `Bangalore Water Supply and Sewerage Project (11-1)`. The loan agreement for this part was signed on 31.3.2005 for an amount of Japanese Yen 41,997 million. The remaining part of the project was posed to Government of Japan as `Bangalore Water Supply Project Phase-II` for JBIC ODA loan package 2005 at an estimated cost of Rs.1062 crores. This has also been considered by Government of Japan and appraisal by JBIC has been completed. The other proposal namely `Slum Up-gradation and Development Programme for 21 Class-I cities of Karnataka` with an estimated cost of Rs.753.27 crores was not suitable for JBIC loan assistance and, hence, it was taken up for World Bank assistance. World Bank has suggested that this proposal can be dealt under National Urban Renewal Mission (NURM). Accordingly, the Ministry of Urban Employment & Poverty Alleviation has been asked to take a decision to proceed with this project under guidelines of NURM.